GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Municipal Administration & Urban Development Department – Andhra Pradesh Capital Region Development Authority – Financial Assistance for the development of Capital City sought from World Bank and Asian Development Bank – Amaravati Inclusive and Sustainable Capital City Development Program – Approved – Orders – Issued.

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MUNICIPAL ADMINISTRATION & URBAN DEVELOPMENT (CRDA.2) DEPARTMENT

G.O.Ms.No.118 **Dated:10.11.2024**

Read the following:-

1. PPR ID: PPR T-12403 Project proposal submitted by APCRDA to seek financial assistance from Multilateral Development Banks (MDB), Dt.22.08.2024.
2. Lr.No.6/4/2024-FB.V, Dt.11.09.2024 of DEA along with email communication from World Bank with proposed dates of Loan negotiation.
3. APCRDA Authority Resolution No.469/2024 of the 38th Authority Meeting held on 16.10.2024.
4. From the Commissioner, APCRDA, Lr.No.MAU61-ADMN0STG(OTH)/2/ 2024-STG, Dt.21.10.2024.
5. Govt.Memo.No.2594108/CRDA/2024, Dt.29.10.2024.
6. E-office File No.2584979 of the Commissioner, APCRDA.

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ORDER:

The Government directed the Andhra Pradesh Capital Region Development Authority to develop the new capital city – 'Amaravati', envisioned as the People's Capital of Andhra Pradesh'. The goal is to create a happy, green, climate-resilient and inclusive city with the highest standards of liveability and infrastructure supported by a thriving economy with an objective to leverage regional heritage and culture to establish itself as an administrative centre and economic hub, providing jobs, and high quality urban infrastructure.

2. The APCRDA, vide reference 1st read above submitted a Project Proposal through PPR ID T-12403 – "The Amaravati Inclusive and Sustainable Capital City Development Program" to the Department of Economic Affairs, seeking financial assistance of INR 15,000 crore (USD 1.786 billion). The program focuses on creating a safe and sustainable urban ecosystem through key infrastructure activities, including:

(PTO)

a. Construction of trunk roads and utility ducts for essential services
b. Storm Water Drainage and Flood mitigation by development of streams, retention reservoirs and flood defence system
c. Development of roads, utilities, green spaces in LPS zones
d. 24x7 clean water supply system
e. Sewerage System including STPs
f. Construction of key public buildings using green standards
g. Institutional strengthening and Capacity Building
h. Raising finances through Innovative financing methods.

3. The Department of Economic Affairs, vide reference 2nd read above, communicated that the proposal submitted by APCRDA "The Amaravati Inclusive and Sustainable Capital City Development Program" has been accepted by both Multilateral Development Banks (MDBs), namely the World Bank and the Asian Development Bank (ADB), with each providing funding support of USD 800 million (a total of USD 1.6 billion) under **Program for Results (PforR)/ Result Based Lending (RBL) programs** respectively. The remaining share will be covered by the state government with support from the Union Government. The Government of Andhra Pradesh has been requested to expedite work in view of the proposed loan negotiations.

4. Accordingly, the APCRDA vide reference 3rd read above, in its 38th Authority meeting authorized the Commissioner, APCRDA to take necessary action for securing financial assistance from the World Bank and Asian Development Bank for the development of Amaravati Capital City.

5. The Commissioner, APCRDA, has requested to create a separate Budget Head along with allocation and periodic transfer of funds to the Current Account of APCRDA as per program framework.

6. After careful examination of the proposal submitted by the Commissioner, APCRDA, vide references 4th and 6th read above, the Government hereby accords permission to the Commissioner, APCRDA, to take all necessary steps / actions for securing financial assistance from the World Bank and Asian Development Bank for the Development of Amaravati Capital City with the following objectives.

a. Strengthened Governance and Financing framework.
b. Inclusive Socio economic growth and community development.
c. Sustainable infrastructure and resilient service delivery.

(PTO)

7. A separate Budget HOA 4217-01-051-03-80-530-531 has been created for the program. The bills raised by APCRDA will be paid to the dedicated Account of APCRDA through CFMS.

8. Further, the Commissioner, APCRDA, Vijayawada is permitted to act as an implementing agency on behalf of the Government and sign the Project agreement with lending agencies.

9. The Commissioner, APCRDA, shall take further action in the matter, accordingly.

10. This order issues with the concurrence of the Finance Department (Computer No.2594108)

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

G ANANTHA RAMU
SPECIAL CHIEF SECRETARY TO GOVERNMENT (FAC)

To
The Commissioner, Andhra Pradesh Capital Region Development Authority, Lenin Centre, Governorpet, Vijayawada.

Copy to:

The P.S. to Hon'ble Chief Minister of Andhra Pradesh
The P.S. to Hon'ble Minister for MA&UD Dept., Government of Andhra Pradesh
The P.S. to Hon'ble Minister for Finance, Government of Andhra Pradesh
The P.S. to Chief Secretary to Government of Andhra Pradesh.
The PS to Spl. CS to Government, MA&UD Department.
The PS to Principal Finance Secretary to Government.
Sf/Sc.

// FORWARDED :: BY ORDER //

SECTION OFFICER